

MRC
MINERALS RECOVERY
CORPORATION

CERTIFIED MAIL 351 530
RETURN RECEIPT REQUESTED

January 24, 1983

Mr. Tom Tetting
Engineering Geologist
State of Utah
4241 State Office Building
Salt Lake City, Utah 84114

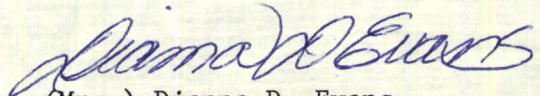
Dear Tom

RE: ACT/037/018
South Lisbon Mine
San Juan County, Utah

I am enclosing a) Investment Certificate No. 71672 in the amount of \$2700.00 at a rate of 9.75%, b) a form MR 7a.

As you can see on page 3 of this form, I have blanked out the first portion and added my own paragraph concerning the type of bond being posted. If this is not sufficient, please let me know and I will revise. I have added the letter dated August 4, 1982 as an attachment to this escrow agreement for reference. Please let me know what further steps need to be taken to release our other bond.

Sincerely yours,
MINERALS RECOVERY CORPORATION


(Mrs.) Dianna D. Evans
Assistant Vice President

de/ms
Enc.

RECEIVED
JAN 27 1983

DIVISION OF
OIL, GAS & MINING



STATE OF UTAH
NATURAL RESOURCES & ENERGY
Oil, Gas & Mining

Barbara
863

Scott M. Matheson, Governor
Temple A. Reynolds, Executive Director
Cleon B. Feight, Division Director

4241 State Office Building • Salt Lake City, UT 84114 • 801-533-5771

August 4, 1982

Mrs. Diana Evans
Assistant Vice President
Mineral Recovery Corporation
Suite 304
575 Union Boulevard
Lakewood, Colorado 80228

RE: Bond Release
South Lisbon Mine
ACT/037/018
San Juan County, Utah

Dear Mrs. Evans:

The Division has determined that there are several necessary steps to take in order to obtain a release (in part) of the certificate of deposit which is now held by Zions First National Bank. Ultimately, a revision has been necessary to amend the estimated costs for reseeded and your decision may be affected by it. Due to current trends in reclamation costs, inflation rates and State procedures, the amount necessary to preserve on deposit will be calculated as follows:

Seeding costs including labor for approximately 3 years...	\$2,000.00 ✓
Additional monitoring.....	\$ 300.00 ✓
Inflation rate of 13% for 3 years.....	\$1,019.00 ✓
New total.....	\$3,319.00 ✓

However, in order to obtain a release of the remainder of the amount, the new total will have to be deposited first as a new certificate of deposit. If this is done at the same bank and the maturation date is set at 2.5 years, a 13% return is available. This will essentially reduce the amount Minerals Recovery Corporation needs to deposit to \$2,300.00. Once this is done and the State (DOGM) is again designated a joint holder, the process to release the original certificate may begin.

The Bank has informed me that the maturation date for the currently held certificate is January 28, 1983. If it is withdrawn beforehand, a six month interest penalty will be subtracted. Even so, the amount now held for this account is \$8,467.61 (Jan. 28, 1982) and not the \$7,105.00 you stated. It would be reasonable to suppose that the interest accrued between January 28, 1982 and today might approximate the penalty amount so that the \$8,467.61 figure is fairly reliable. You may note that all this means MRC may expect a net difference in dollars returned of about \$300.00 less than expected (approx. \$6,100.00).


Mrs. Diana Evans
ACT/037/018
August 4, 1982
Page Two

Assuming that you still wish to continue with the partial release of the money in question, after the Division receives notice that the \$2,300.00 has been deposited in the bank and has the forms to sign in hand, the original CD will be forwarded to MRC for signature. This, then, should be returned to the Division for co-signature. Once the bank receives the notice, a check will be issued for joint signature again. The Division will then be able to sign it and release the CD to MRC.

I hope this has cleared up the process for you. Please let me know if you wish to continue with the release.

I've enclosed a copy of the form MR-7a which is roughly parallel to the original form which MRC signed in 1979. You may wish to have your counsel make the appropriate entries and changes and return the notarized copies to the Division. Please call if I may be of further help.

Sincerely,


for THOMAS N. TETTING
ENGINEERING GEOLOGIST

TNT/mm
Enclosure



STATE OF UTAH
NATURAL RESOURCES
Oil, Gas & Mining

Scott M. Matheson, Governor
Temple A. Reynolds, Executive Director
Dianne R. Nielson, Ph.D., Division Director

4241 State Office Building • Salt Lake City, UT 84114 • 801-533-5771

July 31, 1984

RECEIVED

JUN 14 1985

DIVISION OF OIL
GAS & MINING

Ms. Dianna Evans
Assistant Vice President
Minerals Recovery Corporation
Suite 22
2801 Youngfield Street
Golden, Colorado 80401

Dear Ms. Evans:

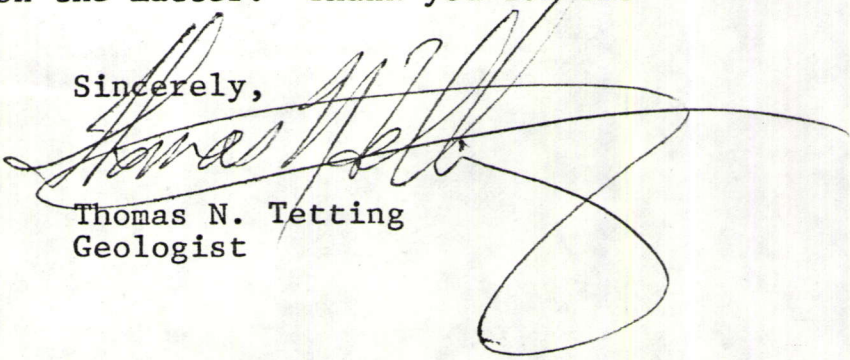
RE: Final Reclamation at the South Lisbon Mine, ACT/037/018, San Juan County, Utah

Having received your July 6, 1984 letter concerning the success of your reclamation at the South Lisbon Mine, I would like to reply to the issue you brought up. We discussed the concerns over the phone on July 24, 1984 so I will simply summarize them here:

Rule M-10(2)(b) of the Mined Land Reclamation Act describes the need to have revegetation success levels pass through three growing seasons, not two. Division policy is to begin this time period from the point of most recent activity, i.e. latest reseeding. Interim recommendations may be given by the Division to ensure success rates.

Please contact our office should you have any questions or would like further assistance on the matter. Thank you for the photos.

Sincerely,


Thomas N. Tetting
Geologist

TNT/jvb

cc: D. Wayne Hedberg, DOGM
Susan Linner, DOGM

88440-31



MINERALS RECOVERY CORPORATION

2801 Youngfield Street Suite 221 Golden, Colorado 80401 (303) 232-8806

July 6, 1984

Mr. Tom Tetting
Engineering Geologist
State of Utah
4241 State Office Building
Salt Lake City, Utah 84114

Dear Tom,

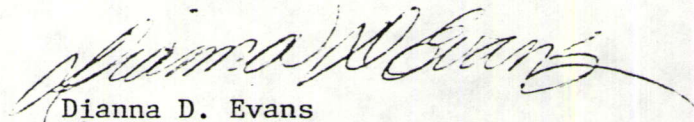
RE: ACT/037/018
San Juan County, Utah
South Lisbon Valley mine

Last week I made an inspection of the South Lisbon Valley mine area which MRC reclaimed in 1982. I am including some of the pictures I took of the reclaimed area. As you can see the grass has come back quite nicely. The area around the SL-1 pit which you had us redo, is also coming back as much as can be expected considering the lack of moisture.

This area is now ready for inspection to release the remaining bond i.e., Investment Certificate No. 71672 in the amount of \$2,700.00, since there has been two growing seasons elapse and according to the regulations may be released.

Should you wish someone from our firm to accompany you on this inspection, please let me know, otherwise I will await for your notice of inspection.

Sincerely yours,
MINERALS RECOVERY CORPORATION


Dianna D. Evans
Assistant Vice President

de/ms
Enc.